

**Lake Region State College
Budget No. 228
Senate Bill No. 2003**

	FTE Positions	General Fund	Other Funds	Total
2009-11 executive budget (bills as introduced)	33.97	\$10,337,834	\$0	\$10,337,834
2009-11 legislative appropriations	32.97	10,703,599	2,609,920	13,313,519
Legislative increase (decrease) to executive budget	(1.00)	\$365,765	\$2,609,920	\$2,975,685
Legislative increase (decrease) to 2007-09 appropriations	2.48	\$4,066,647	(\$397,680)	\$3,668,967

ONGOING AND ONE-TIME GENERAL FUND APPROPRIATIONS

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2007-09 legislative appropriations	\$6,555,010	\$81,942	\$6,636,952
2009-11 legislative appropriations	7,999,872	2,703,727	10,703,599
2009-11 legislative increase (decrease) to 2007-09 appropriations	\$1,444,862	\$2,621,785	\$4,066,647
Percentage increase (decrease) to 2007-09 appropriations	22.0%	3,199.6%	61.3%
2009-11 legislative increase (decrease) to executive budget	\$365,765	\$0	\$365,765
Percentage increase (decrease) to executive budget	4.8%	0.0%	3.5%

SUMMARY OF LEGISLATIVE CHANGES TO THE EXECUTIVE BUDGET AND MAJOR FUNDING ITEMS

Salaries and Wages

The North Dakota University System budget request included funding for parity to provide for inflationary costs, including the general fund share of salary and health insurance increases. This method of funding these costs was not changed by the executive budget or the Legislative Assembly.

	Major Items			Total
	FTE Positions	General Fund	Other Funds	
The legislative action:				
Removed funding and related FTE position added in the executive budget for campus security and emergency preparedness	(1.00)	(\$101,153)		(\$101,153)
Added funding to limit tuition increases		260,572		260,572
Adjusted the distribution of campus equity payments included in the executive budget		206,346		206,346

Appropriated federal fiscal stimulus funds for the wind energy project and provided that funding from the general fund for the project included in the executive budget is only to be used to the extent that federal stimulus funds are not available			\$2,609,920	2,609,920
Total	<u>(1.00)</u>	<u>\$365,765</u>	<u>\$2,609,920</u>	<u>\$2,975,685</u>

FTE Changes

The Legislative Assembly authorized funding for 32.97 FTE positions, a decrease of 1 FTE position from the executive recommendation and an increase of 2.48 FTE positions from the authorized number of FTE positions for the 2007-09 biennium. The Legislative Assembly removed 1 FTE position included in the executive recommendation for campus security and emergency preparedness. The increase in FTE positions from the authorized number of FTE positions for the 2007-09 biennium reflects the adjustment in the number of FTE positions to the level supported by the general fund. Pursuant to Section 20 of Senate Bill No. 2003, the State Board of Higher Education is authorized to adjust FTE positions as needed for institutions of higher education. Any FTE adjustment must be reported to the Office of Management and Budget prior to the submission of the 2011-13 budget request.

One-Time Funding

In Section 7 of Senate Bill No. 2003, the Legislative Assembly identified \$59,233,248 from the general fund and \$10,400,000 from the permanent oil tax trust fund for one-time funding items for the University System. Of this amount, \$2,609,920 from the general fund is contingent funding for a wind energy project and \$93,807 from the general fund is for deferred maintenance at Lake Region State College. This amount is not to be considered part of the agency's base budget for preparing the 2011-13 executive budget and Lake Region State College is to report to the Appropriations Committees during the 2011 legislative session on the use of this funding.

Other Income

The Legislative Assembly approved the executive recommendation, as provided in Section 16 of Senate Bill No. 2003 and Section 1 of Senate Bill No. 2038, to appropriate on a continuing basis (through June 30, 2011) all other funds, including tuition income, received by the institutions of higher education during the 2009-11 biennium. Consequently, the legislative appropriation for Lake Region State College does not include a specific appropriation of other funds, except for capital projects.

Tuition Increases

The Legislative Assembly provided a total of \$8,215,467 from the general fund to higher education institutions to limit annual tuition increases to 4 percent at four-year campuses and provided for no tuition increases at two-year campuses for the 2009-11 biennium. Of this amount, Lake Region State College received \$260,572. Section 30 of Senate Bill No. 2003 provided that an institution may not increase tuition by more than 4 percent annually without Budget Section approval.

Equity Funding

The Legislative Assembly did not change the executive budget recommendation to provide a total of \$10 million from the general fund to higher education institutions for equity payments. Of this amount, the Legislative Assembly appropriated \$402,575 to Lake Region State College, an increase of \$206,346 from the executive budget recommendation of \$196,229.

Extraordinary Repairs

The Legislative Assembly did not change the executive recommendation to provide \$137,469 from the general fund for extraordinary repairs, an increase of \$11,865 from the 2007-09 biennium appropriation of \$125,604. Of the \$137,469, \$43,662 is considered base funding and \$93,807 is considered one-time funding.

Capital Projects

The Legislative Assembly appropriated \$2,609,920 of federal fiscal stimulus funds from the federal American Recovery and Reinvestment Act of 2009 for a wind energy project at Lake Region State College and provided that funding of \$2,609,920 from the general fund for the project included in the executive budget is only to be used to the extent that federal fiscal stimulus funds are not available. Any unspent general fund appropriation related to the project must be returned to the general fund.